RBI has also given freedom to commercial banks to fix their own interest rates on domestic term deposits of various maturities with the prior approval of their respective Board of Directors with effect from October 22, 1997. As such, the rates of interest on deposits are being determined by the banks themselves. However, RBI regulates interest rates on savings bank accounts.

As stated in the Third/Quarter Review of Annual Statement on Monetary Policy for 2006-07, issued on January 31, 2007, the Reserve Bank will ensure that appropriate liquidity is maintained in the system so that all legitimate requirements of credit are met, particularly for productive purposes, consistent with the objective of price and financial stability Towards this end, the Reserve Bank will continue its policy of active demand management of liquidity through Open Market Operations (OMO) including the Market Stabilisation Scheme (MSS), Liquidity Adjustment Facility (LAF) and Cash Reserve Rato (CRR) and using all the policy instruments at its disposal flexibly as and when the situation warrants.

Accrual of revenue from income tax

†2340. SHRI AMIR ALAM KHAN: Will the Minister of FINANCE be pleased to state:

(a) the total revenue accrued from income tax in the country, State-wise;

(b) whether Government have conducted any survey of the States making the largest recoveries of Income Tax;

(c) if so, the details thereof;

(d) if not, the reasons therefor;

(e) the efforts being made by Government to enhance the recovery of income tax in the country;

(f) whether Government are considering to offer special economic assistance with a view to encourage the States collecting the largest Income Tax; and

(g) if so, the details thereof?

†Original notice of the question was received in Hindi.

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM): (a) During the current financial year up to February 2007, an amount of Rs. 1,63,943.93 crore has been collected as income tax in the country. However, State-wise details of current year's collections of income tax are not yet available. A statement of State-wise collections of direct taxes for financial year 2005-06 is enclosed as Statement. (*See* below).

(b) No specific survey or study has been carried out in this regard.

(c) Does not arise in view of reply to para (b) above.

(d) the Government keeps receiving information about the amounts of income tax collected in various States through normal reporting channels and so there was no need to carry out a separate survey in this regard

(e) the following steps have been taken to maximize collection of income tax and other direct taxes in the country:

1. Monitoring of the recovery of arrears by a Task Force.
2. Monitoring of advance tax payments by top taxpayers by the senior officers of the Department.
3. Detection of new areas of violation/avoidance of the provisions of TDS and taking action for proper deduction and deposit of TDS.
4. Selection of cases under scrutiny based on objective financial indicators and proper risk assessment.
5. Further computerization of the Departmental business processes and databases for linking of information and reporting of high value transaction.
6. Cross-verification of data collected through Annual Information Return with the return of income and issuance of notices in suitable cases.
7. Conducting of surveys at a large scale for detection of concealment and for compliance of TDS.
8. Collection of data of purchase of luxury goods and issuance of notices in suitable cases.
9. Multi-media campaign to encourage voluntary compliance of tax laws.

(f) No Sir, no such proposal is presently under the consideration of the Government.

(g) Does not arise in view of reply to para (f) above.

Statement

State and U.T. wise break-up of collection for the year 2005-2006

Figures in crores

States	0020 Corpn.	0021 Income tax	0023 Hot. Rect.	0024 Interest Tax	0026 Fringe Ben.Tax.	0028 Expdr. Tax	0031 Est. Duty	0032 Wealth Tax	0033 Gift Tax	0034 Sec.Trans Tax	0036 BCTT	Total
Andhra Pradesh	4059.58	2477.86	4.25	0.48	121.09	1.60	0.00	5.95	0.50	1.46	20.54	6693.31
Arunachal Pradesh	0.00	7.61	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	7.61
Assam	498.66	1093.77	0.01	0.01	2.46	0.19	0.06	0.87	0.00	0.00	0.09	1596.12
Bihar	140.41	448.87	0.00	0.03	6.39	0.03	0.00	0.22	0.00	0.00	0.00	595.95
Jharkhand	431.79	534.99	0.00	0.14	11.83	0.06	0.00	0.33	0.00	0.00	0.05	979.19
Goa	810.15	258.91	0.00	0.01	12.71	0.06	0.00	1.24	0.00	0.00	0.04	1083.12
Gujarat	3080.89	2971.72	0.70	0.29	120.21	2.73	0.01	7.71	0.05	0.09	3.42	6187.82
Haryana	866.62	1218.87	0.01	0.02	125.00	0.10	0.00	1.13	0.00	0.00	0.24	2211.99
Himachal Pradesh	60.97	169.82	0.00	0.00	3.28	0.62	0.00	0.07	0.01	0.00	0.01	234.76
Jammu & Kashmir	128.48	109.81	0.00	0.00	5.22	0.00	0.00	0.02	0.00	0.00	0.388	243.91
Karnataka	7386.03	6224.82	0.03	0.94	406.54	3.12	0.00	9.41	1.13	2.54	41.12	14075.68
Kerala	576.15	1069.56	0.04	4.54	29.72	0.07	0.00	3.61	0.14	0.00	10.63	1694.46
Madhya Pradesh	1295.56	915.64	0.01	0.14	36.20	0.00	0.79	0.84	0.01	0.00	4.73	2252.06
Chhattisgarh	416.57	745.18	0.00	0.06	15.79	0.00	0.14	25.19	0.00	0.00	0.07	1202.72
Maharashtra	38011.81	17642.76	0.77	3.95	2170.53	6.28	0.04	104.28	0.41	2546.42	170.64	60657.07
Manipur	3.85	1.17	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	5.02
Meghalaya	9.09	30.21	0.00	0.00	0.98	0.00	0.00	0.02	0.00	0.00	0.00	40.30
Mizoram	0.35	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.35
Nagaland	1.04	3.88	0.00	0.00	0.07	0.00	0.00	0.01	0.00	0.00	0.00	5.00
New Delhi	18512.26	6769.71	0.00	0.94	847.20	1.70	0.04	36.88	0.50	0.60	32.23	26202.06

Orissa	1766.00	634.81	0.00	0.01	13.95	0.00	0.00	0.20	0.00	0.00	0.09	2415.06
Punjab	248.42	1407.72	0.01	0.40	30.44	1.56	0.03	3.30	0.01	-0.01	0.14	1692.02
Rajasthan	1177.09	912.48	0.01	0.11	64.95	2.76	0.00	2.03	0.00	0.00	2.58	2162.01
Sikkim	0.87	13.37	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	14.24
Tamil Nadu	6505.11	3929.50	0.05	0.34	287.19	2.44	0.03	16.99	0.03	3.27	19.10	10764.05
Tripura	6.30	25.62	0.00	0.00	0.00	0.01	0.00	0.01	0.01	0.00	0.00	31.95
Uttar Pradesh	1068.97	2073.27	0.00	0.41	78.04	5.90	0.00	7.74	0.00	0.38	0.53	3235.24
Uttaranchal	8584.45	489.26	0.00	0.07	66.93	0.00	0.00	1.30	0.00	0.00	0.42	9142.43
West Bengal	5042.43	2192.85	0.00	0.52	288.22	0.65	0.00	20.34	0.02	4.61	14.00	7563.64
Total (I)-	100689.90	54374.04	5.89	13.13	4744.94	29.88	0.72	249.69	1.96	2559.38	321.05	162989.14
Union Territories												
Andaman & Nicobar	4.14	5.45	0.00	0.00	0.24	0.00	0.00	0.00	0.00	0.00	0.00	9.83
Chandigarh	261.29	360.69	0.00	0.11	25.77	0.80	0.00	0.61	0.00	0.00	0.28	649.55
Daman	8.69	2.16	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	10.85
Diu	0.16	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.16
Dadar and N. Haveli	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Pondicherry	43.73	51.70	0.00	0.00	1.33	0.01	0.01	0.00	0.05	0.00	0.00	96.82
Lakshadweep	0.00	0.09	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.09
Silvasa	0.16	0.49	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.65
Total-(II)	318.17	420.58	0.00	0.11	27.34	0.81	0.00	0.66	0.00	0.00	0.28	767.95
Total-(I) & (II)	101008.07	54794.62	5.89	13.24	4772.28	30.69	-0.72	250.35	1.96	2559.38	321.33	163757.09
C.T.D.S.	269.08	1182.24										1451.33
GRAND TOTAL	101277.15	55976.87	5.89	13.24	4772.28	30.69	-0.72	250.35	1.96	2559.38	321.33	165208.42